

ACTUAL LIMITED

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST DECEMBER 1996

I N D E X

	<u>Page No.</u>
Report of the Directors	1 - 2
Profit and Loss Account	3
Balance Sheet	4
Notes to the Financial Statements	5 - 7

-----



ACTUAL LIMITED

DIRECTORS: R. Chapman  
J. D. Foxton  
P. M. Jackson  
R.A.F. Lascelles  
T. C. Mordaunt

SECRETARY: J. Grassick

REGISTERED OFFICE: 58 St James Street,  
London, SW1A 1LD

REPORT OF THE DIRECTORS  
=====

The directors present the financial statements for the year ended 31st December 1996.

ACTIVITIES: The Company provides serviced office accomodation on a non-profit making basis.

REVIEW: The profit and loss account on page three shows the results for the year. At the year end the state of affairs of the Company was satisfactory.

There have been no important events affecting the Company since the end of the year and no major future developments in the business of the Company are anticipated.

RESPONSIBILITIES OF DIRECTORS: Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Company and of the profit or loss of the Company for that period. In preparing those financial statements, the directors are required to:-

- select suitable accounting policies and then apply them consistently;
- make judgments and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Company and which enable them to ensure that the financial statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention of fraud and other irregularities.

ACTUAL LIMITED

REPORT OF THE DIRECTORS - (CONTINUED)

DIRECTORS:

The names of the directors who held office at the end of the year, together with details of their interests in the shares of the Company were:-

At the beginning and  
end of the year

Ordinary Shares

Name of  
Director

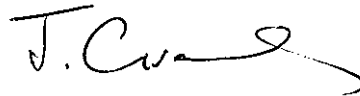
R. Chapman	1
J. D. F. Craggs	-
P. M. Jackson	-
R. A. F. Lascelles	-
T. C. Mordaunt	-

CLOSE COMPANY:

The Company is a close company within the meaning of the Taxes Act 1988.

By order of the board.

23 October 1997



J. Grassick  
Secretary

ACTUAL LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST DECEMBER 1996

	<u>Note</u>	1996 £	1995 £
Rent and Contributions Received	2	102,938	55,790
Property expenses		102,938	55,790
Profit on ordinary activities before taxation	4	-	-
Tax on profit on ordinary activities		-	-
Retained profit for the year	9	£ -	£ -

The results shown above are attributable to continuing operations only.

The Company has no recognised gains or losses other than those included in the results stated above and therefore no separate statement of recognised gains and losses has been presented.

The notes on pages five to seven are an integral part of these financial statements.

ACTUAL LIMITED

BALANCE SHEET AS AT 31ST DECEMBER 1996

		<u>1996</u>		<u>1995</u>	
	<u>Note</u>	£	£	£	£
<u>CURRENT ASSETS</u>					
Debtors	6	25,291		29,969	
Cash at bank		8,540		2,192	
		<u>33,831</u>		<u>32,161</u>	
<u>Deduct:</u>					
<u>CURRENT LIABILITIES</u>					
Creditors: amounts falling due within one year	7	<u>(33,829)</u>		<u>(32,159)</u>	
<u>NET CURRENT ASSETS</u>			2		2
<u>NET ASSETS</u>			<u>£ 2</u>		<u>£ 2</u>
<u>CAPITAL AND RESERVES</u>					
Called up share capital	8		2		2
Profit and loss account	9		-		-
<u>EQUITY SHAREHOLDERS' FUNDS</u>	10		<u>£ 2</u>		<u>£ 2</u>

In the directors' opinion the Company was entitled under Section 249A(2) of the Companies Act 1985 to exemption from the audit of its accounts for the year ended 31st December 1995. No member of the company has requested an audit.

The directors are responsible for ensuring that the company keeps accounting records which comply with Section 221 of the Act and for preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its profit or loss for each year in accordance with the requirements of Section 226 of the Act and which otherwise comply with its requirements, so far as applicable to the company.

The Notes on pages five to seven are an integral part of these financial statements.

Approved by the board of directors on 23 Oct 1997  
and signed on behalf of the board.

R. A. F. Lascelles 

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR TO 31ST DECEMBER 19961. ACCOUNTING POLICIESa) Basis of Accounting

These financial statements have been prepared under the historical cost convention and in accordance with applicable Accounting Standards.

b) Cash Flow Statement

The company has taken advantage of the exemption in Financial Reporting Standard No.1 from producing a cash flow statement on the grounds that it is a small company as defined by section 247 of the Companies Act 1985.

c) Deferred Taxation

The policy has been adopted of providing for deferred taxation only to the extent that it is expected to fall due for payment in the foreseeable future. At 31st December 1996 no such provision is required.

2. INCOME FROM PROPERTY

Income from property represents rental income and service charges receivable.

3. PROPERTY EXPENSES

	1996	1995
	£	£
Capital Expenditure	-	14,681
Administrative expenses	40,139	17,005
Rent and Property Outgoings	62,800	24,104
	<u>£102,939</u>	<u>£ 55,790</u>

4. PROFIT ON ORDINARY ACTIVITIES  
BEFORE TAXATION

	1996	1995
	£	£
This is stated after charging:-		
Staff costs (note 5)	26,828	3,857
Operating lease rentals:-		
Land and Buildings	<u>36,146</u>	<u>11,598</u>

ACTUAL LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR TO 31ST DECEMBER 1996 - (CONTINUED)

9.	<u>PROFIT AND LOSS ACCOUNT</u>	<u>1996</u>	<u>1995</u>
		£	£
	Retained profits brought forward	-	-
	Profit for the year/period	-	-
	Retained profits carried forward	£ -	£ -

10.	<u>RECONCILIATION OF MOVEMENTS IN EQUITY SHAREHOLDERS' FUNDS</u>	<u>1996</u>	<u>1995</u>
		£	£
	Share capital allotted in period	-	2
	Net addition to shareholders' funds	-	-
	Opening shareholders' funds	2	2
	Closing shareholders' funds	£ 2	£ 2

11. CAPITAL EXPENDITURE

At 31st December 1996 there were no commitments for capital expenditure.

12. CONTINGENT LIABILITIES

There were no contingent liabilities at 31st December 1996.



**CITROEN WELLS**  
CHARTERED ACCOUNTANTS

Devonshire House, 1 Devonshire Street, London W1N 2DR  
Tel: +44 (0) 171-304 2000, Fax: +44 (0) 171-304 2020  
E-mail: cw@citwell.demon.co.uk

ACCOUNTANTS' REPORT TO THE SHAREHOLDERS ON THE UNAUDITED

ACCOUNTS OF ACTUAL LIMITED

We report on the accounts for the year ended 31st December 1996 set out on pages three to seven.

Respective responsibilities of directors and reporting accountants

As described in the Report of the Directors the company's directors are responsible for the preparation of the accounts, and they consider that the company is exempt from an audit. It is our responsibility to carry out procedures designed to enable us to report our opinion.


Basis of opinion

Our work was conducted in accordance with the Statements of Standards for Reporting Accountants, and our procedures consisted of comparing the accounts with the accounting records kept by the company, and making such limited enquiries of the officers of the company as we considered necessary for the purposes of this report. These procedures provide only the assurance expressed in our opinion.

Opinion

In our opinion:

- a) the accounts are in agreement with the accounting records kept by the company under Section 221 of the Companies Act 1985;
- b) having regard only to, and on the basis of, the information contained in those accounting records:
  - i. the accounts have been drawn up in a manner consistent with the accounting requirements specified in Section 249C(6) of the Act; and
  - ii. the company satisfied the conditions for exemption from an audit of the accounts for the year specified in Section 249A(4) of the Act and did not, at any time within that year, fall within any of the categories of companies not entitled to the exemption specified in Section 249B(1).

  
CITROEN WELLS

31 October 1997

CHARTERED ACCOUNTANTS  
REPORTING ACCOUNTANTS

Chairman: Eric Charles FCA

Partners: Peter Emanuel FCA, Raymond Pollock FCA, Michael Allan FCA, Gordon Smith FCA, Howard Kramer FCA, Jonathan Prevezer FCA, Henry Charles FCA, David Rodney FCA, Peter Rambaut FCA, James Tarper FCA, Eddie Lanham FCCA, Jimmy Mehta FCCA, David Kidd FCA, David Marks ACA, Mark Baile BACA, Stephen Simou ACA, Walter Lian FCCA.

Registered to carry on Audit Work and Authorised to carry on Investment Business by the Institute of Chartered Accountants in England and Wales.